



United States Department of the Interior

BUREAU OF OCEAN ENERGY MANAGEMENT

Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, LA 70123-2394

In Reply Refer To: MS GM 266A
OCS-G 1504

JUL 17 2019

Crimson Gulf, LLC
1801 California Street, Suite 3600
Denver, CO 80202
Attn: Larry W. Alexander

Dear Mr. Alexander:

Your letter dated July 1, 2019, requesting cancellation of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. **SUR0015281**, in the amount of \$790,000, was received by our office on July 5, 2019. This bond, conditioned to cover Right-of-Way OCS-G 1504, was executed on June 5, 2012, with Crimson Gulf, LLC as principal and Argonaut Insurance Company as surety.

We are unable to grant your request at this time. The Bureau of Safety and Environmental Enforcement Pipelines Section objects to this cancellation since Crimson Gulf LLC is not nor ever was the ROW Holder of G01504.

Should you need further assistance, please contact BSEE Pipelines at pipelines@bsee.gov.

Sincerely,

Susan Vaughan, Section Chief
Leasing and Financial Responsibility Section
Leasing and Plans

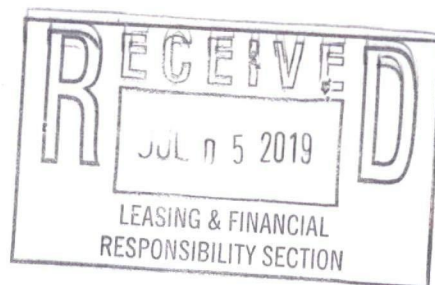
cc: Argonaut Insurance Company
5847 San Felipe, Suite 320
Houston, TX 77057
Attn: Angela P. Hyle

Sent Via Email To: jmarvin@crimsonpl.com, michelle.stukey@argosurety.com,
astockton@lockton.com



7/1/2019

Kathleen Lee
Bureau of Ocean and Energy Management
Gulf of Mexico OCS Region
1201 Elmwood Park Blvd.
New Orleans, LA 70123-2394
Leasing and Financial Responsibility – Mail Stop GM266A
Telephone: 504-736-5774



Re: Supplemental Bond SUR0015281 \$790,000 ROW GO1504, Segment Number 3350
Surety – Argonaut Insurance Company, PO Box 469011, San Antonio, TX 78246
Principal – Crimson Gulf, LLC, 1801 California St, Suite 3600, Denver, CO 80202
Obligee – U.S. Department of the Interior, Bureau of Ocean Energy Management

Dear Ms Lee:

We hereby request the release and return of the referenced bond because operations have been discontinued. Please return the original bond to us for return to the Surety.

If you do not normally return the original bond, please issue a letter addressed to the Surety on your letterhead referencing the subject bond and stating "The Surety is hereby fully and unconditionally released from any and all liability under this bond".

Thank you for your consideration, and if you have any questions, please feel free to contact :

John D Marvin, Crimson Operations Support Manager

Address: 3760 Kilroy Airport Way, Suite 300, Long Beach, CA 90806

Telephone 562-285-4115

Email: jmarvin@crimsonpl.com

Sincerely,

A handwritten signature in blue ink, appearing to read 'Larry W. Alexander'.

Larry W. Alexander
President and Chief Operating Officer